



FINANCE DEPARTMENT

October 17, 2018

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Re: Installment Financing by the Town of Cary, North Carolina for Fire Station and
Fire Truck Improvements

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the Town of Cary, North Carolina (the "Town") hereby notifies you of its intent to enter into an installment financing agreement (the "Agreement") pursuant to Section 160A-20 of the General Statute of North Carolina, as amended, in the principal amount of not to exceed \$8,600,000 to finance the costs of constructing and equipping a new fire station for the Town and acquiring two new fire trucks (collectively, the "Project"). The obligations of the Town under the Agreement will be secured by a deed of trust on all or a portion of the site of the fire station portion of the Project, together with any improvements or fixtures located or to be located thereon. The payment of the installment payments under the Agreement will be subject to annual appropriation, and the Town's obligations under the Agreement will not be secured by the faith and credit or taxing power of the Town.

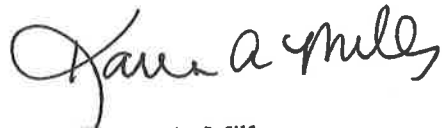
It is expected that the Agreement will have a term of approximately fifteen (15) or twenty (20) years. The financial institution to provide the financing pursuant to the Agreement will be selected pursuant to a request for proposals, at which time the interest rate shall be determined for the Agreement. The Town expects to receive proposals on November 2, 2018, obtain the approval of the North Carolina Local Government Commission on December 4, 2018 and close the financing by December 11, 2018.

TOWN of CARY

316 North Academy Street • Cary, NC 27513 • PO Box 8005 • Cary, NC 27512-8005
tel 919-469-4380 • fax 919-469-4306 • www.townofcary.org

If you have any questions or require any further information, please do not hesitate to contact me.

Sincerely,

A handwritten signature in black ink that reads "Karen A. Mills". The signature is fluid and cursive, with the first name "Karen" being more prominent and the last name "Mills" following in a similar style.

Karen A. Mills
Chief Financial Officer
Town of Cary, North Carolina

cc: Local Government Commission